Treasury Benchmark Curve

Treasury Curve

Treasury benchmark curve is the term structures of treasury bill/bond prices vs maturities.

Treasury bills do not pay coupons but rather are issued at a discount and mature at their par value.

Treasury bonds pay a fixed semi-annual coupon and have a fixed maturity date. Issuance involves maturities across the yield curve with original terms to maturity. Each issue is reopened several times to improve liquidity.

Treasury Curve

There are benchmark bonds outstanding bills or bonds outstanding with terms to maturity. These notes are the most actively traded in the market.

Treasury yield curves are derived from these benchmark curves.

Treasury yield curves provide insights into the evolution of market expectations.

Thank You

Reference:

https://finpricing.com/lib/EqAsian.html